

**Government of the District of Columbia
Office of the Chief Financial Officer**



Natwar M. Gandhi
Chief Financial Officer

MEMORANDUM

TO: The Honorable Linda W. Cropp
Chairman, Council of the District of Columbia

FROM: Natwar M. Gandhi
Chief Financial Officer

DATE: MAY 16 2006

SUBJECT: Fiscal Impact Statement (Revised): "District of Columbia Comprehensive Merit Personnel Act of 1978 Operation Enduring Freedom and Operation Iraqi Freedom Active Duty Pay Differential Act of 2006"

REFERENCE: Bill Number 16-692 as Introduced

Conclusion

Funds are sufficient in the FY 2006 and the proposed FY 2007 through FY 2010 budget and financial plan as introduced by the Mayor to the Council of the District of Columbia (Council). No additional staff or resources will be required to implement the provisions of the proposed measure.

Background

Eligible employees may receive a payroll differential representing the difference between a District employee's salary and military active duty pay if the latter is smaller. Eligibility requires participation in Operation Enduring Freedom or Operation Iraqi Freedom. The proposed legislation will extend the cessation provision of the District of Columbia Government Comprehensive Merit Personnel Act of 1978 Operation Enduring Freedom Active Duty Pay Differential Temporary Act of 2001.¹ The original pilot act expired on September 30, 2002 and the current extension will expire on October 19, 2006.² This measure will make the pay differential permanent.

¹ D.C. Official Code § 1-611.03(a). Original Council action was Bill 14-470, Law 14-116, effective December 18, 2001.

² Act 16-226, Law 16-064 Operation Enduring Freedom and Operation Iraqi Freedom Active Duty Pay Differential Extension Temporary Amendment Act of 2005.

Financial Plan Impact

Funds are sufficient in the current budget and financial plan to implement the provisions of the proposed legislation. No additional staff or resources will be required.